

COMMONWEALTH OF VIRGINIA

STATE CORPORATION COMMISSION

AT RICHMOND, MAY 9, 2002

COMMONWEALTH OF VIRGINIA

2002 MAY 10 A 9:45

At the relation of the

STATE CORPORATION COMMISSION

v.

FORTIS INSURANCE COMPANY,
FORTIS BENEFITS INSURANCE
COMPANY, and
JOHN ALDEN LIFE INSURANCE
COMPANY,

CASE NO. INS-2002-00082

Defendants

SETTLEMENT ORDER

IT APPEARING from a market conduct examination performed by the Bureau of Insurance that Defendants, duly licensed by the Commission to transact the business of insurance in the Commonwealth of Virginia, in certain instances, violated §§ 38.2-3407.15 B 1, 38.2-3407.15 B 2, 38.2-3407.15 B 3, 38.2-3407.15 B 4, 38.2-3407.15 B 7, and 38.2-3407.15 B 8 of the Code of Virginia;

IT FURTHER APPEARING that the Commission is authorized by §§ 38.2-218, 38.2-219, and 38.2-1040 of the Code of Virginia to impose certain monetary penalties, issue cease and desist orders, and suspend or revoke Defendants' licenses upon a finding by the Commission, after notice and opportunity to be

Effective April 9, 2002, the new Case Management System requires that the case number format for all Commission orders change from, e.g., PUE010663 to the following: PUE-2001-00663.

heard, that Defendants have committed the aforesaid alleged violations;

IT FURTHER APPEARING that Defendants have been advised of their right to a hearing in this matter, whereupon Fortis Insurance Company, on behalf of all Defendants, without admitting any violation of Virginia law, has made an offer of settlement to the Commission wherein Fortis Insurance Company, on behalf of all Defendants, has tendered to the Commonwealth of Virginia the sum of twenty-seven thousand dollars (\$27,000) and waived their right to a hearing; and

IT FURTHER APPEARING that the Bureau of Insurance has recommended that the Commission accept the offer of settlement of Defendants pursuant to the authority granted the Commission in § 12.1-15 of the Code of Virginia,

IT IS ORDERED THAT:

(1) The offer of Defendants in settlement of the matter set forth herein be, and it is hereby, accepted; and

(2) The papers herein be placed in the file for ended causes.

AN ATTESTED COPY hereof shall be sent by the Clerk of the Commission to David T. Tulbert, Market Support Director, Fortis Insurance Company, 501 West Michigan, P.O. Box 3050, Milwaukee, Wisconsin 53201-3050; and the Bureau of Insurance in care of Deputy Commissioner Gerald A. Milsky.